App. F IX-4.

192[illegible]

File No. 76-25

Previous references (me)

me 15-2 vs 881-2
" 139-24 " 1-4
" 76 25-224

Serial Nos. 10211

Later references.
me 131-26 ff 1, 2, 4 68

GENERAL AND REVENUE SECRETARIAT.

Serial Nos.

Part B for Aug 26

SUBJECT

Borrowing the balance of the loan required for water works of the Dumka Town from the Imperial Bank at a discount of 1%

11 Jo, The President, Dumka Town Municipality
Council the Comptroller
Nos 926-7/ dt 5 8 26

Sanctions the proposal referred to above and states that a Sinking Fund should be formed for clearing the loan

16 8 26

WD 0.264—GPB—40,000—217 12-25

General and Revenue Secretariat

Rec File No 76 of 1924 S

Serial No. 10

Letter No 576 S/9 6-25 from the Presd Tamukkal Town Rec'ch Thro the DC Tamukkal.

Request Sanction to borrow the balance of the loan required for Water works from the Imperial Bank at a discount of one per cent

Rs 1,30,000 authorised to be raised for the water works on G.O S 228-24, it is now reported that only Rs 14,737-8-0 has been raised and that it is difficult to raise the balance as the interest is low & money is scarce The Municipal Council now proposes to sell the loan bonds already Subscribed to the Imperial Bank at 10% discount, and to get the whole amount upto Rs 130,000 as a loan from the Bank The rate of interest payable to the Bank & the conditions of repayment etc are not stated & the DC has not given his opinion It is also for consideration if the proposal is permissible under the provisions of the

Fray X

Note—Contin Sheet

WD 0.261—GPB—40:220—17 12-25
App. F.XIII—2]

General and Revenue Secretariat | Rel File No 76 of 1925

Serial No

Copy x
Prospectuses issued for the loans
Sealed for orders. Her Fe
Seats may also be conserved
Rel 25.6.26 L.R.Rees) 28/6/26.
Fin Sec
Cab Comptr
28/6

FINANCIAL SECRETARIAT
29 JUN 1926
Rel IX

Apparently the Bank has agreed to render waste the whole loan at a discount of 1%
May be approved
B 28/6
Fin Sec)
The views of the administrative offices are not on record - and in an important case like this, the subject may first be examined & brief office before the F.S. is asked upon 6 h 29 6 26
for an opinion -
B

The proposal of the Bank which may perhaps be approved except the re-issue of the debenture loan amounts already raised by them which may be repaid after 5 years if the Bank choose to do so. In view of para IV of Para 3 of the Prospectus, the debenture holders may in fact expect

Joint Comptr Short

WD 0.264—GPB—40,000—17 12-28
App. F III—2]

General and Revenue Secretariat | File No 61 192

Serial No.

The determinee being kept up till the stipulated period

The Law Secretary may also be consulted whether the Bill may be passed the determinee Letters now alone.

L.H. Secy)

Law Secy)

Revenue

Serial No.

From the paper under disposal it would seem that the proposal is to raise only the balance of the loan from the Bank of Mysore. If this is the case the question of repayment immediately of the loan till now subscribed does not arise.

If however the intention is to raise the whole amount (not merely the balance) from the Bank, it has to be considered whether the amount so far collected may be repaid immediately There will be no difficulty if the subscribers agree to take back the amount. otherwise it has to be examined whether they can be compelled to accept payment The conditions subject to which the debenture has been issued are contained in para 3 of the Prospectus. Under Clause (iii) the loan will be repayable at par after the lapse of 15 years from the date of payment into the treasury and clause (v) reserves to the Municipality the option of redeeming the loan or any portion of it at the expiry of the fifth year from 1st July 1930 after previous notice of 6 months. Reading these 2 conditions it is clear that the loan is ordinarily repayable after 15 years with the reservation that the Municipality may terminate it earlier amount on or after 1st July 1930. The debenture holder would thus have a right to claim that the loan may not be redeemed before 1st July ~~1930~~ 1930

If a fixed term loan, I presume repayable the amount subscribed after the date. I shall be thankful if Mysore Government's views on the subject.

OFFICE OF THE HIGH COMMISSIONER OF CANADA
16 JULY 1928
No. 337

WD 0.361 —GPB—40,070—17 12-25
App. F III—2]
of 1925

General and Revenue Secretariat

File No 76

Serial No. 337

I do not think Subscription paid in accordance with the Conditions mentioned in the Loan prospectus Can be returned without the Consent of Subscribers There is no Condition in the prospectus to return Subscriptions received except in the event of the whole Sum required is not Subscribed.

I think the offer of the Bank of Cyprus may be accepted — the Municipality will do well to repay the loan after 5 Years If may build up a Sinking Fund as far as possible and any part of the loan not covered by Sinking Fund may be repaid by raising another loan at a lower rate of interest, if possible As I presume that the Bank has agreed to take up the Debentures on the conditions mentioned in the prospectus.

I show

Order as

OFFICE OF THE FIRST MEMBER OF GOVERNOR
26 JULY 1926
No. 968

Note—Contin Sheet

General and Revenue Secretariat | File No.

Serial No

FINANCIAL - DEPARTMENT
AUG 1926

Fl Secty has concurred – Revised Rep submitted with Appx & four copies

Print 5/8/26

By 5/8

L. of he Controller's Fl 988/ dated 6 8/26

11 Print Finance Secl & Controller's Rep 926-) By 5-8-26 Sanctioning the proposal to recast the balance of the loan at the discounted Rate that a sinking fund should be formed for clearing the loans

By 7/8

GENERAL & REVENUE SECTT. FINANCE
12 AUG. 1926

Note—Contn. Sheet

Office of the Tumkur Town Municipal council,

Dated, Tumkur, the 8th June 1926

From

C Krishna Rao, Esqr , B A B L

President Tumkur Town Municipal council Tumkur

R Nagappa, Esqr , Bar-at-law ,

Secretary to the Government of His Highness the Maharaja of Mysore

Local & Legislative Depantments, Bangalore

(Through the Deputy Commissioner, Tumkur Distt)

Sir,

I have the honour to state that the Government in their order No I 1566-7ML 152 -23-2 dated 23nd August 1924 accorded sanction on the prospectus for the floatation of loan in the Tumkur Distt to the extent of one lack and thirty thousand rupees (1 30000) the amount required for the water supply of Tumkur Town at the rate of 6% On account of tightness in the money market and low interest the people did not come forward and pay the amount It was,therefore, proposed to throw open the loan to the whole of the Mysore s ate The Government was also pleased to accord sanction to the same in their Goverr ment order No L 6,600-1 ML 139-24-4 dated 16th March 1925

Although the prospectus etc , were widely circulated and published throughout the province it has been found difficult to raise the required loan Up to now only a sum of Rs 14737-8-0 has been collected

~~The work is also going on very slowly and the Executive Engineer, Water supply Division wanted that no funds were required for the year 1925-26 and this has had some difficulty in raising the loan~~

During the year 1926-27, the amount has to be placed at the disposal of the Executive Engineer, Water Supply Division to push on with the work and the required amount of loan has not yet been raised or secured

52371

1925—26

From

THE PRESIDENT,
TUMKUR TOWN MUNICIPAL COUNCIL.
TUMKUR

14 JUN 1926

To

The Secretary to the Government of His Highness the Maharaja of Mysore, Local & Legislative Departments, Bangalore

Dated the 8th June 1926.

Despatched 9-6

Received 12 JUN 1926

General No. 2916

Enclosure No. 1

OFFICE OF THE DEPUTY COMMISSIONER
No. 26641
10 JUNE 1926

Requesting sanction of Government to borrow water works loan amount from the Mysore Bank, Tumkur, at a discount of one percent

10 JUNE 1926 :

Forwarded with Compliments

for Chairman and
Dy Chm
10/6/26

7/6/26

Secy RR
10/6

account of low interest and tightness of money market Considering all these, the Manager of the Mysore Bank was consulted if they would help us in the matter in raising the required loan For which he has consented to pay the whole of the remaining loan amount in one lump if the Municipality is prepared to pay one percent discount This will save the Municipality appointing a clerk for the loan work and this can be managed with the present staff This will cost the Municipality only about a thousand rupees So, actually , there will be no extra cost

This question was placed before the council meeting held on 4th June 1926 and it was resolved unanimously to borrow the amount from the Bank of Mysore after paying one percent dis-count and to request the Government to accord sanction for the same

I,therefore, request you to kindly place this matter before Government and to obtain sanction at an early date to borrow the amount from the Mysore Bank

Copy of the resolution of the council is herein enclosed for your kind information

I have the honour to be,

S i r,

Your most obedient servant,

President

MR

Proceedings of the Special meeting of the Tumkur Town Municipal Council held on 4th. June 1926 in the Town Hall at 8A.M.

---O---

President.-

1. C. Krishna Rao Esq. B.A.B.L. President
2. Mr. T. Gurûchannabasaviah Vice President
3. " H. Ramakrishnayya
4. " T.H. Gubbiah
5. " B. Krishnamurty Rao District Medical Officer
6. "A. Ponnasamy Modaliar
7. The Executive Engineer
8 Mr Mr. Ghulam Sahib
9. " K Habibulla Khan Sahib
10. " B. Hâlâppah

Absent

Ten members

X X X X X X X X X X X

1Y Proposal to sell the Water Works Loan Bonds at a discount of 1 % sanctioned by Government, from the Mysore Bank

SANCTIONED.

Sd/ C Krishna Rao
President

Extract

President

1

Office of the Tumkur Town Municipal Council,

Dated, Tumkur, the 17th July 1926.

317/L

From

C Krishna Rao , Esqr , B A , B L

President, Tumkur Town Municipal Council, Tumkur

To

B Nagappa, Esqr , Bar-at-law

Secretary to the Government of His Highness the Maharaja of Mysore , Local & Legislative Departments, Bangalore

~~Through the Deputy Commissioner, Tumkur District~~

S i r,

In continuation of my letter 516 /25-26 dated 9-6- 1926 sent through the Deputy Commissioner, Tumkur District, requesting Government sanction to sell the unsold water supply loan bonds to the Mysore - Bank at a discount of 1% , I have the honour to state that the Executive Engineer Special Water Supply Construction Division in his letter No 61 dated 12th July 1926 has requested the Council to place the balance of 1,42,851 rupees at their credit to push on with the work , so , to make the amount available, early orders of Government are solicited I have already stated in my previous letter that this is very advantageous to the council in as much as the 1000 and odd paid by way of discount will be very much less than the cost of the additional establishment which may be required to keep the accounts if the loan is sold bit by bit Moreover, in the present state of the money market , it will not be an easy matter to raise all the - money immediately

I have the honour to be,

S i r,

Your Most Obedient servant,

President

HNR

1926—27 [illegible]

From

THE PRESIDENT,
TUMKUR TOWN MUNICIPAL COUNCIL,
TUMKUR

To

The Secretary to Government
Local & Legislative Departments, Bangalore

Dated the 17th July 1926.
Despatched 19
Received
General No. 44
No.
Enclosure No.

Soliciting the sanction of Gove
ment for the purchase of Water Sup
Loan Bonds from the Mysore Bank at
discount of 1%

G.R.S. VI G 34]

SUBJECT

Diary No of letter replied to

General and Revenue Secretariat

( )

the 192

Date of issue. 5/8/26

Signed by ..... M. T. K.

May this be

i Printed ?

ii treated as a standing order ?

iii published in the Gazette, English Part ?

iv translated ?

v placed at the disposal of the press ?

vi published in the Gazette, Kannada Part ?

Section Mis

File No 76-25

Serial No 11

Proceedings of the Government of His Highness the Maharaja of Mysore

Read— Letter No 516 By 9 6 26 from the Pres. Imukur Town mut Com reporting that one of debentures The loan of Rs 1,30,000 authorised to be raised for financing the Imukur Water Supply Scheme, a. Lamt of Rs 14737-8-0 only has been subscribed & the Order Thereon—No

That owing to depletion of money intended it is found difficult to raise the balance of the loan,

12

[illegible] that the Bank of
Uganda has consented to
lay the undrawn balance of
the loan 'commitment' at one percent
discount and negotiating
Secretary to borrow the funds
amount from the Bank, as
the same has to be released
at the disposal of the Board
during 1926-7 for proceeding on
the work,

Under 20 (1926-7) 9/5/26

Under the circumstances
reported by the Principle of,
the proposal to raise the
balance of the loan (from the at one percent discount
Uganda Bank on Secretary's subject to the
first charge on Government
that the Treasury shall
[illegible] Treasury the [illegible] within 5 years
by building up a Sinking
Fund as long as possible and that

any part of the loan
not covered by the Sinking
Fund & the Sinking Fund may be
replaced by renewing Government
loans (after 5 years) at a lower
rate of interest if possible.

List of enclosures.

Conditions mentioned
in the proposal
contained by Gov
in G 20 of 1561
and 1572-23 2

Copied by

Examined by

WD 1925—GTP—1,000,000—21-10-25.

for the Fund Investment Trust
this DC 2
the completion the

D/2/11 Secretary to Government 30/3/27